

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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W-01809A

CAYETANO, INC.
LAKEWOOD WATER COMPANY
PO BOX 733
AMADO, AZ 85645

RECEIVED

SEP 02 2009

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT
WATER

FOR YEAR ENDING

12	31	2008
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FOR COMMISSION USE

ANN 04	08
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PROCESSED BY:

9-4-09

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Cayetano Inc. dba Lakewood Water Co.</u>		
Mailing Address <u>PO Box 733</u>		
<u>Amado</u> (City)	<u>AZ</u> (State)	<u>85645</u> (Zip)
<u>(520) 398-9815</u> Telephone No. (Include Area Code)	<u>(520) 838-8778</u> Fax No. (Include Area Code)	<u>(520) 349-9206</u> Cell No. (Include Area Code)
Email Address <u>lisa@lakewoodwater.com</u>		
Local Office Mailing Address <u>same as above</u>		
<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)
Email Address <u></u>		

MANAGEMENT INFORMATION

Management Contact: <u>Lisa Sullivan</u>			<u>V.P/Gen. Mgr</u>		
<u>4010 E. Illinois</u> (Street)	<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85714</u> (Zip)		
<u>(520) 398-9815</u> Telephone No. (Include Area Code)	<u>(520) 838-8778</u> Fax No. (Include Area Code)	<u>(520) 349-9206</u> Cell No. (Include Area Code)			
Email Address <u>lisa@lakewoodwater.com</u>					
On Site Manager: <u>same as above</u>					
<u></u> (Street)	<u></u> (City)	<u></u> (State)	<u></u> (Zip)		
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)			
Email Address <u></u>					

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Gary Smyth
(Name)

4010 E. Illinois Tucson AZ 85714
(Street) (City) (State) (Zip)

(520) 398-9815 (520) 838-8778
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Larry Robertson % Munger Chadwick
(Name)

Po Box 1448 Tubac AZ 85646
(Street) (City) (State) (Zip)

(520) 398-0411 (520) 398-0412
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address tubaclawyer@aol.com

Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

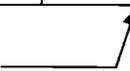
Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input checked="" type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	7704	7704	0
302	Franchises	94	39	55
303	Land and Land Rights	37221	-	37221
304	Structures and Improvements	22550	10684	11866
307	Wells and Springs	17078	17078	0
311	Pumping Equipment	76362	65787	10575
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	25385	24647	738
331	Transmission and Distribution Mains	87931	87362	569
333	Services	12025	9998	2027
334	Meters and Meter Installations	28142	27657	485
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4132	500	3632
340	Office Furniture and Equipment	8540	6431	2109
341	Transportation Equipment	1800	797	1003
343	Tools, Shop and Garage Equipment	5062	2781	2281
344	Laboratory Equipment			
345	Power Operated Equipment	2118	1126	992
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	336144	262591	73553

This amount goes on the Balance Sheet Acct. No. 108



CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	7704	0	0
302	Franchises	94	5.3	5
303	Land and Land Rights	37221	0	0
304	Structures and Improvements	22550	4.9	1106
307	Wells and Springs	17078	0	0
311	Pumping Equipment	76362	15.5	11850
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	25385	5	1269
331	Transmission and Distribution Mains	87931	8.1	7087
333	Services	12025	.9	110
334	Meters and Meter Installations	28142	1.4	388
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	4132	7.6	315
340	Office Furniture and Equipment	8540	4.3	369
341	Transportation Equipment	1800	5	90
343	Tools, Shop and Garage Equipment	5062	9.9	502
344	Laboratory Equipment			
345	Power Operated Equipment	2118	8.9	189
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	33144		23280

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$7782	\$17878
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	10070	13843
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	450	450
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$18302	\$32171
	FIXED ASSETS		
101	Utility Plant in Service	\$301368	\$282585
103	Property Held for Future Use		37221
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<225511>	<248417>
121	Non-Utility Property	16338	16338
122	Accumulated Depreciation – Non Utility	<13800>	<14174>
	TOTAL FIXED ASSETS	\$78395	\$73553
	TOTAL ASSETS	\$96697	\$105724

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$468
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	5310	1090
236	Accrued Taxes	4857	7892
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$10167	\$9450
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$4388	\$0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	9123	9123
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	18785	18785
272	Less: Amortization of Contributions	<12611>	<13551>
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$15297	\$14357
	TOTAL LIABILITIES	\$29852	\$23807
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$15790	\$15790
211	Paid in Capital in Excess of Par Value	<790>	<790>
215	Retained Earnings	51845	66917
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$66845	\$81917
	TOTAL LIABILITIES AND CAPITAL	\$96697	\$105724

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$109333	\$116729
460	Unmetered Water Revenue		
474	Other Water Revenues	2475	1670
	TOTAL REVENUES	\$111808	\$118399
	OPERATING EXPENSES		
601	Salaries and Wages	\$26500	\$36400
610	Purchased Water		
615	Purchased Power	8129	6061
618	Chemicals	1351	1002
620	Repairs and Maintenance	19715	6752
621	Office Supplies and Expense	2639	3819
630	Outside Services	16001	3712
635	Water Testing	2440	1973
641	Rents	6960	4050
650	Transportation Expenses		22
657	Insurance – General Liability	1514	2624
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1540	2029
403	Depreciation Expense	13038	23280
408	Taxes Other Than Income	2311	3008
408.11	Property Taxes	5649	5092
409	Income Tax	45	2806
	TOTAL OPERATING EXPENSES	\$107832	102630
	OPERATING INCOME/(LOSS)	\$3976	15769
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$88	10
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	<5892>	
427	Interest Expense	<860>	<707>
	TOTAL OTHER INCOME/(EXPENSE)	\$<9352>	\$<697>
	NET INCOME/(LOSS)	\$<2688>	15072

COMPANY NAME Lakewood Water Company

Name of System: Cayetano

ADEQ Public Water System Number:10-063

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-629430	25	175	257	10	3	1972
55-629431	25	250	254	14	3	1972

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		5000 gallon	2

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Lakewood Water Company

Name of System: Cayetano ADEQ Public Water System Number:10-063

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC, Steel	6350
3		
4	AC, C900	9100
5		
6	PVC, AC, C900	3450
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	293
3/4	0
1	6
1 1/2	1
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:, Inc. dba Lakewood Water Company	
Name of System: Cayetano	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	306	2826	1271	0
FEBRUARY	307	2562	1815	0
MARCH	307	3115	3233	0
APRIL	307	3570	3328	0
MAY	308	4500	3994	0
JUNE	305	4790	4346	0
JULY	305	3510	3582	0
AUGUST	304	3526	3869	0
SEPTEMBER	304	3487	3813	0
OCTOBER	304	3546	3676	0
NOVEMBER	304	2717	2850	0
DECEMBER	303	2524	2636	0
TOTALS →		40673	38413	0

What is the level of arsenic for each well on your system? .006 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for ___ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 Yes No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Lakewood Water Company

Name of System: Cayetano

ADEQ Public Water System Number:10-063

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	
FEBRUARY	0	0	
MARCH	0	0	
APRIL	0	0	
MAY	0	0	
JUNE	0	0	
JULY	0	0	
AUGUST	0	0	
SEPTEMBER	0	0	
OCTOBER	0	0	
NOVEMBER	0	0	
DECEMBER	0	0	
TOTALS →	0	0	

OTHER (description):

COMPANY NAME__ Cayetano, Inc. dba Lakewood Water Company
YEAR ENDING 12/31/2008

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2008 was: **\$5350.12**

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____



Beth Ford Pima County Treasurer

Parcel: 914530000 4 Total Taxes: \$5,298.13 Tax Year: 2007 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	10/04/2007	04/18/2008
Method:	CK	CK
Tax Paid:	\$2,649.07	\$2,649.06
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
LAKEWOOD WATER CO
ATTN: CHRISTOPHER W HILL/PRESIDENT
PO BOX 733
AMADO AZ 85645-0733

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year	
Taxes:	\$0.00	\$0.00	\$0.00	Legal Description:
Interest:	\$0.00	\$0.00	\$0.00	TOTAL VALUE OF OPERATING PROPERTY
	\$0.00	\$0.00	\$0.00	TAXPAYER GROUP NO 145
		NSF Fees	\$0.00	
		Reclaimed Refunds	\$0.00	
		TOTAL AMOUNT DUE	\$0.00	

HISTORY TAX ROLL CHANGE

2006 \$6,218.30
2005 \$6,960.55
2004 \$6,967.29
2003 \$7,359.66
2002 \$0.00



Beth Ford Pima County Treasurer

Parcel: 914530000 4 Total Taxes: \$4,803.63 Tax Year: 2008 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$2,401.81
Date Paid:	09/23/2008	
Method:	CK	
Tax Paid:	\$2,401.82	\$0.00
Paid By:	01	
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
 LAKEWOOD WATER CO
 ATTN: CHRISTOPHER W HILL/PRESIDENT
 PO BOX 733
 AMADO AZ 85645-0733

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$2,401.81	\$2,401.81
Interest:	\$0.00	\$128.10	\$128.10
	\$0.00	\$2,529.91	\$2,529.91
	NSF Fees	\$0.00	
	Reclaimed Refunds	\$0.00	
TOTAL AMOUNT DUE			\$2,529.91

Legal Description:
 TOTAL VALUE OF OPERATING PROPERTY
 TAXPAYER GROUP NO 145

HISTORY TAX ROLL CHANGE

2007 \$5,298.13
2006 \$6,218.30
2005 \$6,960.55
2004 \$6,967.29
2003 \$7,359.66



Beth Ford Pima County Treasurer

Parcel: 30432420C 9 Total Taxes: \$270.14 Tax Year: 2007 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	10/04/2007	04/18/2008
Method:	CK	CK
Tax Paid:	\$135.07	\$135.07
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
 CAYETANO INC DBA LAKEWOOD WATER CO
 PO BOX 733
 AMADO AZ 85645

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
NSF Fees			\$0.00
Reclaimed Refunds			\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:
 PTN E196' W639.36' N356.01' NW4 SE4 1.22 AC
 SEC 36-19-12

HISTORY TAX ROLL CHANGE

2006 \$310.17
2005 \$332.31
2004 \$337.63
2003 \$356.20
2002 \$360.36



Beth Ford Pima County Treasurer

Parcel: 30432420C 9 Total Taxes: \$254.92 Tax Year: 2008 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$127.46
Date Paid:	09/23/2008	
Method:	CK	
Tax Paid:	\$127.46	\$0.00
Paid By:	01	
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
 CAYETANO INC DBA LAKEWOOD WATER CO
 PO BOX 733
 AMADO AZ 85645

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$127.46	\$127.46
Interest:	\$0.00	\$6.80	\$6.80
	\$0.00	\$134.26	\$134.26
		NSF Fees	\$0.00
		Reclaimed Refunds	\$0.00
		TOTAL AMOUNT DUE	\$134.26

Legal Description:
 PTN E196' W639.36' N356.01' NW4 SE4 1.22 AC
 SEC 36-19-12

HISTORY TAX ROLL CHANGE

2007 \$270.14
2006 \$310.17
2005 \$332.31
2004 \$337.63
2003 \$356.20



Beth Ford Pima County Treasurer

Parcel: 304324330 4 Total Taxes: \$13.63 Tax Year: 2008 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	09/23/2008	09/23/2008
Method:	CK	CK
Tax Paid:	\$13.63	\$0.00
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
 LAKEWOOD WATER CO
 ATTN: CHRISTOPHER W HILL/PRESIDENT
 PO BOX 733
 AMADO AZ 85645-0733

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
	NSF Fees		\$0.00
	Reclaimed Refunds		\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:

30' X 30' WELLSITE IN E CENT PTN OF SE4 SE4 LYG
 ADJ TO NLY LINE OF ARIVACA RD .02 AC SEC 36-19-12
 TOTAL VALUE OF OPERATING PROPERTY - TAXPAYER
 GROUP NO 145 (LAKEWOOD WATER CO)

HISTORY TAX ROLL CHANGE

2007 \$15.07
2006 \$17.77
2005 \$19.34
2004 \$19.66
2003 \$20.76



Beth Ford Pima County Treasurer

Parcel: 30432461B 3 Total Taxes: \$9.45 Tax Year: 2008 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	09/23/2008	09/23/2008
Method:	CK	CK
Tax Paid:	\$9.45	\$0.00
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:
 CAYETANO INC DBA LAKEWOOD WATER CO
 ATTN: CHRISTOPHER W HILL
 PO BOX 733
 AMADO AZ 85645

Property Address:

TAX DUE SUMMARY

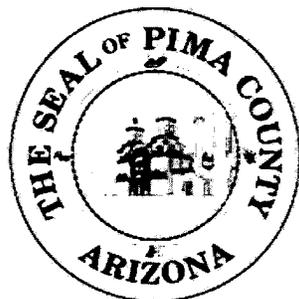
	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
	NSF Fees		\$0.00
	Reclaimed Refunds		\$0.00
	TOTAL AMOUNT DUE		\$0.00

Legal Description:

PCL APPROX 25' X 35' IN SE4 SE4 SE4
 (WELLSITE) .02 AC SEC 36-19-12

HISTORY TAX ROLL CHANGE

2007 \$10.05
2006 \$11.56
2005 \$12.38
2004 \$12.57
2003 \$13.26



Beth Ford Pima County Treasurer

Parcel: 304324320 3 Total Taxes: \$13.63 Tax Year: 2008 As of Date: 08/31/2009

CURRENT STATUS

	First Half	Second Half
Tax Due:	\$0.00	\$0.00
Date Paid:	09/23/2008	09/23/2008
Method:	CK	CK
Tax Paid:	\$13.63	\$0.00
Paid By:	01	01
Trans Type:		
Interest Paid:	\$0.00	\$0.00

PARCEL INFORMATION

Area Code: 3000

Taxpayer Name/Address:

LAKWOOD WATER CO
ATTN: CHRISTOPHER W HILL/PRESIDENT
PO BOX 733
AMADO AZ 85645-0733

Property Address:

TAX DUE SUMMARY

	First Half	Second Half	Total Year
Taxes:	\$0.00	\$0.00	\$0.00
Interest:	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00
NSF Fees			\$0.00
Reclaimed Refunds			\$0.00
TOTAL AMOUNT DUE			\$0.00

Legal Description:

CTRL SLY PTN NE4 SE4 SE4 LYG N OF & ADJ TO
ARIVACA RD .02 AC SEC 36-19-12
TOTAL VALUE OF OPERATING PROPERTY
TAXPAYER GROUP NO 145

HISTORY TAX ROLL CHANGE

2007 \$15.07
2006 \$17.77
2005 \$19.34
2004 \$19.66
2003 \$20.76

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>GARY SMYTH, PRESIDENT</u>
COMPANY NAME	<u>CAYETAUO, INC d/b/a Lakewood Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



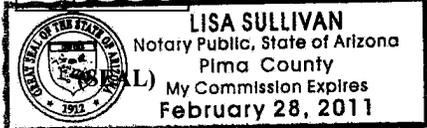
 SIGNATURE OF OWNER OR OFFICIAL
(520) 398-9815

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31st DAY OF

LISA SULLIVAN
 Notary Public, State of Arizona
 Pima County
 My Commission Expires
 February 28, 2011

COUNTY NAME	<u>Pima</u>	
MONTH	<u>August</u>	<u>2009</u>



 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____

COMPANY NAME Cayetano, Inc. dba Lakewood Water Co YEAR ENDING 12/31/2008

INCOME TAXES

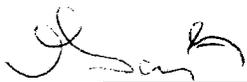
For this reporting period, provide the following:

Federal Taxable Income Reported	<u>12354</u>
Estimated or Actual Federal Tax Liability	<u>1853</u>
State Taxable Income Reported	<u>13742</u>
Estimated or Actual State Tax Liability	<u>958</u>
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances	<u>—</u>
Amount of Gross-Up Tax Collected	<u>—</u>
Total Grossed-Up Contributions/Advances	<u>—</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

8/31/09
DATE

GARY Smyth
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
12/11/08
Pima County
Public Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE <u>GARY SMYTH, PRESIDENT</u>
COMPANY NAME <u>CAYETAWO, INC. dba Lakewood Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$ <u>118,399</u>
--

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 6497.21 IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
(520) 398-9815

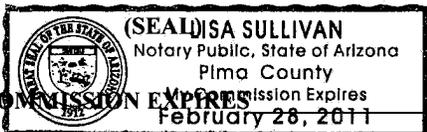
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 31st DAY OF

COUNTY NAME <u>Pima</u>
MONTH <u>Aug.</u> .20 <u>09</u>





SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED
JUL 2 2009
ARIZONA STATE
NOTARY PUBLICS

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Gary Smyth</u>	TITLE <u>President</u>
COMPANY NAME <u>Cayetano, Inc. dba Lakewood Water Company</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2008</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES <u>\$ 112,479</u>
--

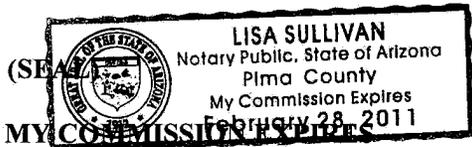
**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 6,172.35
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Gary Smyth
SIGNATURE OF OWNER OR OFFICIAL
(520) 398-9815
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 31st DAY OF**

NOTARY PUBLIC NAME <u>Lisa Sullivan</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>Aug.</u>	.20 <u>09</u>



[Signature]
SIGNATURE OF NOTARY PUBLIC